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TO RUEHC/SECSTATE WASHDC IMMEDIATE 0160
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INFO RUEHZM/GULF COOPERATION IMMEDIATE
RUEHAM/AMEMBASSY AMMAN IMMEDIATE 6212
RUEHLB/AMEMBASSY BEIRUT IMMEDIATE 4397
RUEHEG/AMEMBASSY CAIRO IMMEDIATE 3114
RUEHDM/AMEMBASSY DAMASCUS IMMEDIATE 8009
RUEHLO/AMEMBASSY LONDON IMMEDIATE 2879
RUEHMO/AMEMBASSY MOSCOW IMMEDIATE 0479
RUEHNY/AMEMBASSY OSLO IMMEDIATE 1158
RUEHOT/AMEMBASSY OTTAWA IMMEDIATE 0319
RUEHKO/AMEMBASSY TOKYO IMMEDIATE 0637
RUEHTU/AMEMBASSY TUNIS IMMEDIATE 5874
RUEHVI/AMEMBASSY VIENNA IMMEDIATE 0047
RUCNDT/USMISSION USUN NEW YORK IMMEDIATE 1190
RUEHBS/USEU BRUSSELS IMMEDIATE
RUEATRS/DEPT OF TREASURY WASHDC IMMEDIATE
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C O N F I D E N T I A L SECTION 01 OF 02 JERUSALEM 000529

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NEA FOR FRONT OFFICE; NEA/IPA FOR WILLIAMS/WATERS/LOGGERFO;
TREASURY FOR NUGENT/ADKINS

E.O. 12958: DECL: 02/06/2016

TAGS: [EFIN](#) [KBIO](#) [KWBG](#) [IS](#)

SUBJECT: PA DEPUTY FINANCE MINISTER CONFIRMS ISRAEL
CLEARANCE REVENUE TRANSFER, STILL WAITING ON GULF FUNDING
PLEDGES

Classified By: Consul General Jake Walles for reasons 1.4 (b) and (d).

11. (C) Summary: Palestinian Authority Deputy Finance Minister Jihad al-Wazir confirmed that the Israeli clearance revenue transfer would appear in the PA's bank account February 7. He asked for USG assistance in obtaining letters from the Saudi and Qatari government by February 7 that noted that transfers of budget support from each of those governments were in process. Al-Wazir confirmed that PA President Abbas was on his way to Kuwait to seek USD 100 million in assistance. Al-Wazir voiced concern that Gulf governments would delay transfers until a Hamas delegation traveling in the region had visited. He noted how politically difficult that would be for President Abbas if transfers were delayed until Hamas could claim credit for them. End summary.

Israel transfers clearance revenues

12. (C) Al-Wazir confirmed that the Israeli government had transferred the USD 54 M in clearance revenue it had collected on behalf of the PA. He said these funds would appear in the PA's single treasury account in the morning of February 7. He stressed, however, that those funds would not cover the PA's January payroll and other emergency expenses, so he was counting on receiving transfers from Gulf states.

Increased Saudi transfer
still awaiting King's approval

13. (C) Al-Wazir confirmed this afternoon that the Saudi transfer had still not arrived in the PA's account and that he had not received any indication that it was being processed. Al-Wazir did note that the PA had asked Saudi Arabia for USD 40 M, an increase from the USD 20 M discussed

last week. Al-Wazir understood that this larger transfer had to be approved by the King. Al-Wazir asked for USG assistance in obtaining a letter from the Saudi government stating that funds were in the process of being transferred. Al-Wazir said he would use such a letter to obtain an advance from Arab Bank. According to earlier reports from al-Wazir, Arab Bank tried to call in a number of loans extended to the PA. February 7 is the final day that al-Wazir can get the financing lined up in order to pay PA salaries on Saturday, February 11, given that it takes 4 days for Arab Bank to process direct deposit salary payments. (Note: Al-Wazir believes that February 11 is the last day that the PA can pay January salaries before the public loses confidence in the PA and violence breaks out on the street. PA salaries were due to be paid February 4. End note.)

Qatari transfer also outstanding

14. (C) Al-Wazir also asked for USG assistance in obtaining a similar letter from the Qatari government by February 7 since the Qatari transfer had not yet arrived. Al-Wazir noted that a Hamas delegation, currently in Cairo, is expected to be in Doha within the next day or so. He said that it would be a bad sign for President Abbas if the GOQ held the transfer until the Hamas delegation arrived in Doha since President Abbas had spoken with the Qatari Foreign Minister last week who had confirmed that the transfer was in the works.

Abbas headed to Kuwait seeking USD 100 M;
understand Emiratis not considering a transfer

15. (C) Al-Wazir said that President Abbas was en route to

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Jordan and was expected to arrive in Kuwait the evening of February 6. He would ask the Government of Kuwait (GOK) to make good on its USD 141 M in Arab summit pledges to the PA and would urge the GOK to quickly transfer at least USD 100 M. Al-Wazir said that Abbas had no plans to go on to the Emirates since the PA had not received any indications that the Emiratis would be forthcoming with a transfer.

Hamas says it can secure funding
for PA through other channels

16. (C) Al-Wazir voiced concern that a Hamas delegation currently in Cairo would soon head to the Gulf seeking funding for the PA. Al-Wazir stressed that it would be politically difficult for President Abbas if Gulf states decided to wait on transferring funds until that delegation had visited. New PLC member Mohammed Abu Taeir was quoted by Arabic daily al-Quds February 6 as saying that Hamas could secure funding for the Palestinian people through other channels and PA personnel should not be concerned about their salaries under a Hamas-led government. He also referred to a USD 100 million pledge from an unnamed Arab donor.
WALLES